

**FISCAL NOTE**  
**SJR 2**  
**SECOND EXTRAORDINARY SESSION**

November 1, 1999

**SUMMARY OF BILL:** (1) Proposes to amend Article II, Section 28, of the Constitution of Tennessee to provide that the Legislative shall have no power or authority to levy any tax that is measured by the income of natural persons; and (2) Requires that the foregoing amendment be referred to the 102nd General Assembly and be published by the Secretary of State in accordance with Article XI, Section 3 of the Constitution of Tennessee.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$20,000 One-Time**

Assumes a cost of \$20,000 to the Secretary of State to print notice of the proposed amendment in certain newspapers as required by this resolution.

For information purposes, the following should be noted:

1. This amendment, if adopted, will be referred to the 102<sup>nd</sup> General Assembly and require action by that body before this issue can be submitted to the people for a vote.
2. A one percent tax on income is estimated to generate net state revenues in excess of \$650,000,000. Any amounts generated would be dependent on exemption levels and deductions established.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director